GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1524
ANSWERED ON:01.12.2006
TAX FROM AIR TICKETS
Thomas Shri P.C.

Will the Minister of FINANCE be pleased to state:

(a) : Whether the Union Government has increased duties on air tickets;

(b): If so, the details thereof; and

(c): The revenue earned from such duties during each of the last three years and the expected amount during the current financial year?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) & (b):Service tax is leviable on the service provided by an aircraft operator to any passenger in relation to scheduled or non-scheduled air transport of such passenger embarking in India for international journey, in any class other than economy class, under section 65(105) (zzzo) of the Finance Act, 1994, with effect from 1st May, 2006.

(c): Does not arise, in view of answer to (a) and (b) above.